

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 29, 1996

SUBJECT: **HB 2095 - SB 2625**

This bill, if enacted, will exempt from the sales tax any instructional supplies purchased by schools or by *educators*. Supplies bought by schools are exempt under current law.

The fiscal impact from enactment of this bill is estimated to be a decrease in state and local government sales tax revenue exceeding \$400,000 to the state and exceeding \$100,000 to local governments.

There are currently 54,000 teachers employed in Tennessee's public school system. This impact does not take into consideration those teachers employed in private schools or the university and college system. It also does not consider those individuals that could be defined as educators for this purpose.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is written in a cursive, flowing style.

HB 2095 - SB 2625

James A. Davenport, Executive Director